GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2530
ANSWERED ON:10.03.2000
CAPITAL ADEQUACY NORMS
MOINUL HASSAN AHAMED

Will the Minister of FINANCE be pleased to state:

(a) the number of nationlised banks that satisfy the capital adequacy norms;

(b) whether the Government propose to previde budgetary support to banks failing to satisfy capital adequacy norms; and

(c) if not, the other measures are being contemplated by the Government to achieve capital adequacy?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALA SAHEBVIKHE PATH) :

(a) Reserve Bank of India (RBI) has reported that 18 out 19 Nationalised Banks achievedhe required Capital Risk Weighted Assets Ratio (CRAR) of 8% as on 31st March, 1999.

(b) and (c) Government will consider viable restructuring programmes acceptable to the Government as the owner and the RBI as the regulator, prepared and adopted by the concerned Bank.